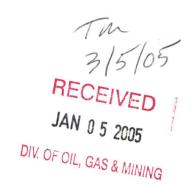


STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801

> Telephone: (801) 538-5291 Fax: (801) 359-3940



ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I.	Genera	General Information		
	1.	Report Time Period: From (mo./yr.) 1/1/04 To (mo./yr.) 12/31/04		
	2.	DOGM File Number (Mine No): S /270 / 089		
	3.	Mine Name: Utah State Lease - Black Springs		
	4.	Mineral(s) Mined (or permitted to mine): Perlite		
	5.	Type of mine ☐ Surface Mine or ☐ Underground Mine		
	6.	Legal Description (Location of Lands Affected):		
		1/4,1/4, NW 1/4, Section 2, Township 24S, Range 9W		
		1/4,1/4, SW 1/4, Section 2, Township 24S, Range 9W		
		1/4,1/4,1/4, Section, Township, Range		
7.	Name	Name of Operator or Company: World Minerals, Inc		
	8.	Permanent Street Address: PO Box 287		
		City, State, Zip: La Grande, Oregon 97850		
		Phone: 541/963-3987 Fax: 541/963-3995		
	9.	Company Representative (or designated operator):		
		Name: Joseph Levay		
		Title: Chief Geologist		
		Business Address: PO Box 287		
		City, State, Zip: La Grande, Oregon 97850		
		Phone: 541/963-3987 Fax: 541/963-3995		
		Please check if any of the above information has changed since previous year.		
II.	Mining and Reclamation			
11.	THILITE	wining and Rectamation		
	1.	Was there any mine related activity during the past year? Yes ⋈ No □		
	2.	If no - what was the last year of activity?		
	3	If yes - how much ore or mineral was mined? Bulk Sample Removed, 73.5 Tons		

4.	Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.		
	Bulldozer stripping and ore ripping	. 73.5 Tons of Perlite ore was removed for testing from our	
	existing quarry site. 2,419 sq. ft. ad	ditional disturbance along the south edge of the existing	
	quarry.		
			
5.	How much additional acreage was disturbed during the past year? 0.06 acres		
6.	How much acreage was reclaimed during the past year? None		
7.		work performed during the past year. This description d, and an evaluation of the results.	
8. What is the <u>total</u> disturbed acreage of entire project at years end? <u>0.53</u>			
9.	Briefly summarize any mining ar	nd/or reclamation plans for the upcoming year.	
7.	•	2005 as well as a drilling program of approximately 12	
	holes.		
NOTE:	Section III., "Additional Informa	tion" applies only to large mining operations.	
III. <u>Additional</u>	Information		
1.	An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.		
2.	Any monitoring results or other repointention should also be attached.	orts that are required under the terms of the approved notice of	
IV. Signature	Requirement		
I here	eby certify that the foregoing is	s true and correct.	
	Name (Typed or Print):	Joseph Levay, Agent	
	Title of Operator:	Chief Geologist	
	Signature of Operator:	John fran	
	Date:	1/3/05	

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